November 13, 2013

The Honorable Mark Leno, Chairman Joint Legislative Budget Committee 1020 N Street, Room 553 Sacramento, CA 95814

Mr. Michael Cohen, Director Department of Finance 915 L Street Sacramento, CA 95814

Dear Senator Leno and Mr. Cohen:

Attached is my October report on the progress made on reducing the processing time for business filings, in accordance with the Budget Act of 2013 (Chapter 20, Statutes of 2013). If you have any questions about this report, please feel free to contact me at (916) 653-7244 or have your staff contact my Deputy Secretary of State for Legislation, Bart Broome, at (916) 653-6774.

Sincerely,

Debra Bowen Secretary of State

Attachment

cc: Ms. Diane Boyer-Vine, Legislative Counsel

the Bowen

Secretary of State's Report to Department of Finance and Joint Legislative Budget Committee

The Business Programs Division Backlogs Finance Letter was approved and incorporated into the Budget Act of 2013 (Chapter 20, Statutes of 2013). The Budget Act of 2013 requires the Secretary of State to report on the 15th of each month to the Department of Finance and the Joint Legislative Budget Committee (JLBC) on the progress made on reducing the processing time for business filings.

This is the report for October 2013, and covers the period of October 1, 2013, through October 31, 2013.

| Document Processing | Business Entities | Statements of Information |
|---|----------------------|------------------------------|
| Processing Times as of October 1, 2013 | 6 days | 6 days |
| Processing Times as of October 31, 2013 | 4 days | 5 days |
| Average Processing Times | 6 days | 6 days |

| Document Processing | Business Entities | Statements of Information | Total |
|---|----------------------|------------------------------|---------|
| Documents in Processing as of October 1, 2013 | 4,276 | 15,260 | 19,536 |
| Documents Received during This Reporting Period | 36,232 | 47,023 | 83,255 |
| Documents Processed during This Reporting Period* | 36,683 | 50,725 | 87,408 |
| Documents Awaiting Processing as of October 31, 2013 | 3,825 | 11,558 | 15,383 |
| Documents Received since May 1, 2013 | 206,280 | 270,427 | 476,707 |
| Documents Processed since May 1, 2013 | 228,118 | 336,949 | 565,067 |
| Preclear/Expedites Processed during This Reporting Period | 3,736 | 195 | 3,931 |
| Preclear/Expedites Processed since May 1, 2013 | 27,278 | 2,062 | 29,340 |

| Staffing | Permanent | Limited Term | Total |
|--|-----------|--------------|-------|
| BPD FY 2013/14 Authorized Positions | 273.1 | 54.0 | 327.1 |
| Filled Positions as of October 31, 2013 | 265.1 | 29.0 | 294.1 |
| Vacant Positions as of October 31, 2013 | 8.0 | 25.0 | 33.0 |
| Estimated Average Vacancy Rate for this Reporting Period | 4% | 44% | 10% |

| Staffing | Total |
|--|--------|
| Number of Temporary Workers | 131 |
| Hours Worked by Temporary Workers during This Reporting Period | 12,459 |
| Temporary Hours Worked since May 1, 2013 | 68,479 |
| Overtime Hours Worked during This Reporting Period | 1,770 |
| Overtime Hours Worked since May 1, 2013 | 19,898 |

^{*} Documents Processed includes Preclear/Expedite requests processed.

The processing times shown for the first and final day of the reporting period are snapshots in time. Throughout the month, the processing times fluctuate daily depending on the number of documents received each day (some days have higher volumes than others) and the number of documents processed. All days are reported in business days.